# GOVERNMENT OF INDIA
# COMMERCE AND INDUSTRY
# LOK SABHA

UNSTARRED QUESTION NO:1320
ANSWERED ON:08.03.2002
HURDLES IN INDUSTRIAL POLICIES
RAM TAHAL CHOUDHARY

**Will the Minister of COMMERCE AND INDUSTRY be pleased to state:**

(a) whether desired results are not being achieved in industrial sector due to the process of liberalisation in the country;

(b) whether Government have identified the impediments coming in the way of industrial policies of the Central and State Governments;

(c) if so, the details thereof; and

(d) the action proposed to be taken by the Government to remove these impediments so that maximum number of industries could be set up in the country?

## Answer

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE AND INDUSTRY (DR. RAMAN SINGH)

(a)to(d): The overall decline in Industrial Sector has been attributedto a number of structural and cyclical factors such as investment and business cycles, inherent adjustment lags of corporate restructuring, lack of consumer and investment demand, continued high real interest rates, etc. The difficulties caused by internal constraints were exacerbated by the slow growth in the world economy, which contributed to a substantial slowdown in manufactured exports. Review of the industrial policy, procedures and their implementation is an ongoing process. Corrective measures as required are being taken by the Government to increase industrial growth.